

Award
NASD Dispute Resolution, Inc.

In the Matter of the Arbitration Between:

John and Patricia Reilly as Trustees for the John and Patricia Reilly Family Trust, Claimants v.
WM Financial Services, Inc., Edward Schrufer and Washington Mutual, Inc., Respondents

Case Number: 01-01430

Hearing Site: San Francisco, California

REPRESENTATION OF PARTIES

For Claimants:

Mark L. Strombotne, Esq.
Strombotne Law Firm
San Jose, California

For Respondents:

Sam N. Dawood, Esq.
David, Wright, Tremaine, LLP
San Francisco, California

CASE INFORMATION

Statement of Claim filed: March 21, 2001

Claimants' Uniform Submission Agreement signed: March 14, 2001

Joint Statement of Answer filed by Respondents: June 19, 2001

Respondents' Joint Uniform Submission Agreement signed: June 18, 2001

CASE SUMMARY

Claimants alleged violations of §5(a)(1) and §5(a)(2) of the 1933 Securities Act, violation of §10(b) of the 1934 Securities Act, fraud, breach of fiduciary duty, negligence and breach of contract, involving Nuveen mutual funds.

Respondents denied the allegations of wrongdoing set forth in the Claimants' Statement of Claim.

RELIEF REQUESTED

Claimants requested \$200,000.00 in compensatory damages, \$4,000,000.00 in punitive damages, interest and costs, including attorney's fees.

Respondents requested dismissal of the Claimants' Statement of Claim in its entirety.

OTHER ISSUES CONSIDERED AND DECIDED

The parties agreed that the Award in this matter may be executed in counterpart copies or that a handwritten, signed Award may be entered.

AWARD

After considering the pleadings, testimony, and evidence presented at the hearing, the Panel decided in full and final resolution of the issues submitted for determination as follows:

1. Claimant's claims are denied in their entirety.
2. The parties shall bear their respective costs, including attorney's fees.
3. All other relief requested and not expressly granted is denied.

FEES

Pursuant to the Code, the following fees are assessed:

Filing Fees

NASD Dispute Resolution, Inc. received or will collect the non-refundable filing fees for each claim as follows:

Initial claim filing fee	= \$ 600.00
--------------------------	-------------

Member Fees

Member fees are assessed to each member firm that is either a party in the matter or an employer of a respondent associated person at the time of the events which gave rise to the dispute, claim, or controversy. Accordingly, the member firm WM Financial Services, Inc. is a party and the following fees are assessed:

Member Surcharge	= \$ 2,500.00
Pre-Hearing Process Fee	= \$ 600.00
<u>Hearing Process Fee</u>	= \$ 4,500.00
Total Member Fees	= \$ 7,600.00

Forum Fees and Assessments

The Panel assessed a forum fee for each pre-hearing conference or hearing session conducted. A pre-hearing conference and hearing session is any meeting between the parties and the Panel.

The following fees are assessed:

One (1) Pre-hearing conference session with the panel @ \$1,200.00/session	= \$ 1,200.00
Pre-hearing conference: November 7, 2001 1 session	

Six (6) Hearing sessions @ \$1,200.00/session	= \$ 7,200.00
Hearings: May 13, 2002 2 sessions	
May 14, 2002 2 sessions	
May 15, 2002 2 sessions	

Total Forum Fees	= \$ 8,400.00
-------------------------	----------------------

1. The Panel assessed \$4,200.00 of the forum fees jointly and severally to Claimants John and Patricia Reilly as Trustees for the John and Patricia Reilly Family Trust.
2. The Panel assessed \$4,200.00 of the forum fees jointly and severally to Respondents WM Financial Services, Inc., Edward Schrufer and Washington Mutual, Inc.

Fee Summary

1. Claimants John and Patricia Reilly as Trustees for the John and Patricia Reilly Family Trust, Claimants are charged jointly and severally with the following fees and costs:

Initial Filing Fee	= \$ 600.00
Forum Fees	= \$ 4,200.00
Total Fees	= \$ 4,800.00
Less payments	= \$(1,800.00)
Balance Due NASD Dispute Resolution, Inc.	= \$ 3,000.00

2. Respondent WM Financial Services, Inc., is charged with the following fees and costs:

Member Fees	= \$ 7,600.00
Total Fees	= \$ 7,600.00
Less payments	= \$(7,600.00)
Balance Due NASD Dispute Resolution, Inc.	= \$ 0.00

3. Respondents WM Financial Services, Inc., Edward Schrufer and Washington Mutual, Inc., are charged jointly and severally with the following fees and costs:

Forum Fees	= \$ 4,200.00
Balance Due NASD Dispute Resolution, Inc.	= \$ 4,200.00


All balances are payable to NASD Dispute Resolution, Inc. and are due upon the receipt of the Award pursuant to Rule 10330(g) of the Code.

NASD Dispute Resolution, Inc.
Arbitration No. 01-01430
Award Page 2 of 2

ARBITRATION PANEL

Ralph A. Cotton, CPA	-	Public Arbitrator, Presiding Chair
John P. Wilson, Esq.	-	Public Arbitrator
Donald S. Duerson	-	Non-Public Arbitrator

Concurring Arbitrators' Signatures


Ralph A. Cotton, CPA
Chair, Public Arbitrator

6-16-02
Signature Date

John P. Wilson, Esq.
Public Arbitrator

Signature Date

Donald S. Duerson
Non-Public Arbitrator

Signature Date

10/17/02
Date of Service

NASD Dispute Resolution, Inc.
Arbitration No. 01-01430
Award Page 5 of 5

ARBITRATION PANEL

Ralph A. Cotton, CPA
John P. Wilson, Esq.
Donald S. Duerson

- Public Arbitrator, Presiding Chair
- Public Arbitrator
- Non-Public Arbitrator

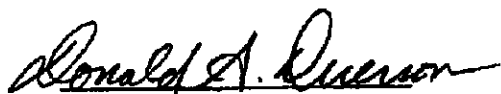
Concurring Arbitrators' Signatures

Ralph A. Cotton, CPA
Chair, Public Arbitrator

Signature Date

John P. Wilson, Esq.
Public Arbitrator

Signature Date


Donald S. Duerson
Non-Public Arbitrator

6-14-02
Signature Date

6/17/02
Date of Service